THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN FINANCIAL STATEMENTS

DECEMBER 31, 1981

May 27, 1982

Twenty-fourth Annual Report
The Regina Police Superannuation and Benefit Plan

To: Chairman and Members of the Police Pension Administrative Board.

Gentlemen:

Submitted herewith is the twenty-fourth Annual Report of the Police Pension Fund for the year 1981 together with Balance Sheet, Statement of Pension Fund Reserve, Schedule of Investments, and Auditors' Report, as submitted by the City Treasurer.

The following is a brief description of the Plan as constituted by Bylaw 2993 and amendments thereto.

1. MEMBERSHIP

All permanent employees of the Regina Board of Police Commissioners provided they are under age 45 years at date of entry into the service of the Board. (Benefits and privileges for male and female members are identical).

2. CONTRIBUTIONS

Employees are required to contribute 7.18% of all salary but reduced effective January 1, 1966, by 1.5% of salary up to the year's maximum pensionable earnings allowed under the terms of the Canada Pension Plan. The Commission is required to contribute at a rate of 7.68% of employees' salaries less 1.5% of salaries up to the year's maximum pensionable earnings allowed for Canada Pension Plan purposes.

3. NORMAL RETIREMENT AND DISABILITY

a) Compulsory retirement at age 60

b) If disabled in the line of duty or otherwise, the total pension benefit based on service to date of disability only is payable immediately subject to any reduction that may be applied if the Workers' Compensation Board makes payments to such individual for the same disability or injury.

4. OPTIONAL RETIREMENT

a) At any age after 25 years of service, full pension based on actual service.

b) At age 55 years regardless of amount of service, full pension based on actual service.

5. AMOUNT OF PENSION

Payments Prior to age 65 -

For all service - 2% of the employee's average salary (highest four consecutive years) multiplied by the number of years of service and fraction thereof subject to any actuarial reduction that may be applied if other than a single life form of pension is elected and subject to the maximum detailed below.

Payments after age 65 -

The pension is recalculated at age 65 to provide payments on the basis of 2% of the employee's average salary (highest four consecutive years) multiplied by the number of years of service and fraction thereof prior to January 1, 1966, plus for all service sub-

sequent to January 1, 1966, 1.26% of the average salary (highest four consecutive years) up to the Canada Pension Plan maximum annual salary and 2% of the same average salary in excess of the Canada Pension Plan maximum annual salary multiplied by the number of years of service and fraction thereof subsequent to January 1, 1966, subject to any actuarial reduction that may be applied and subject to the maximum detailed below.

Maximum -

The maximum single life pension payable as determined above shall not exceed 70% of the average of the employee's highest four consecutive years of salary.

Pension Increases -

The pension payments are reviewed annually and on recommendation of the Administrative Board, City Council, with the consent of the Police Commission and the Emloyees Pension Committee on advice by the Actuary, may by resolution authorize increases in pensions for a twelve month period to persons receiving pension payments from the Fund.

6. ELECTION OF TYPE OF PENSION

For Employees With A Spouse Who Retire Subsequent to July 1, 1981 -

The normal form of pension for an employee with a spouse at his date of retirement is on a joint and survivor basis which continues for the life of the pensioner and after death of the pensioner continues to be paid at the rate of 50% to the spouse for life. This pension is an actuarial equivalent and the employee can elect to have the payments continue after death at a rate in excess of 50%.

For Employees Without A Spouse Who Retire Subsequent to July 1, 1981 -

The normal form of pension for an employee without a spouse is a pension payable for the life of the retired employee only. Such employee may elect an actuarially reduced life pension guaranteed for a stated minimum number of years.

A retiring employee may elect to integrate his monthly pension payable under this Plan with the expected benefits payable under the Old Age Security Act and/or the Canada Pension Plan.

7. DEATH BENEFITS BEFORE RETIREMENT

a) Prior to completion of ten years of permanent service:
-where such employee leaves a spouse or dependent children a lump sum payment of two times the employee's own contributions to the Plan and interest is payable.
-where there is no spouse or dependent children a lump sum of the employee's own contributions to the Plan plus interest is payable to the Estate.

b) After completion of ten years of permanent service the spouse is paid a pension as though such employee had retired as at the date of death and elected a joint and survivor type pension with no reduction to the spouse following the death of the pensioner. In the event the employee is not survived by a spouse or dependent children a lump sum of the employee's own contributions to the Plan plus interest is payable to the Estate.

8. BENEFITS ON TERMINATION OF SERVICE

a) If the employee has not completed ten years of permanent service and has not attained the rule of 45 years, that is where the employee has completed at least one year of service and his age when added to his service total forty-five years or more, a refund of the employee's own contributions plus interest is payable

b) Effective January 1, 1984, where a terminated employee has completed five or more years of permanent service or has completed at least one year of service and such employee's age when added to his service totals forty-five years or more, the contributions of such employee will be locked-in to provide a non-revokable deferred pension with payments commencing the day following such person's 60th birthday on a full regular basis or prior to that date, at such employee's option and as provided by the Plan, on an actuarially equivalent basis.

The lock-in provisions do allow the terminated employee to elect to receive a refund of contributions not to exceed one-half the employee's accumulated contributions, plus interest to date of refund. The balance of contributions and accrued deferred pension benefits are fully vested and locked-in.

9. PRIOR SERVICE

Where an employee enters into service with the Board of Police Commissioners and had previously been employed by the Regina Board of Police Commissioners, he may within a stipulated time period elect to reinstate his previous service by making payment into the fund the monies due for such prior service.

10. TRANFERS

The plan provides pension benefit protection to employees of the Board of Police Commissioners who terminate and transfer to service to the City of Regina or any other Board then participating in the Regina Civic Employees' Superannuation and Benefit Plan.

11. ADMINISTRATIVE BOARD

The plan is administered by a board of six members consisting of the elected members of the Board of Police Commissioners together with two employee representatives of the Regina City Policemen's Association, and one representative from the officers of the Regina Police Department who hold the rank of Inspector or higher.

12. DISBURSEMENT AND INVESTMENTS

All monies due the Fund are kept separate and apart from other funds of the City. The City Treasurer is Treasurer of the Fund. The Administrative Board is empowered to approve pensions and other expenditures from the Fund. The Sinking Fund Trustees are authorized to make investments in accordance with the investment requirements contained in the Canadian and British Insurance Companies Act and the Pension Benefits Act of Saskatchewan.

13. AMENDING OF BYLAW (PLAN)

The Bylaw may be amended by majority vote of all the members of City Council on recommendation of the Commission, after amendments have been agreed to in writing by a majority of the members of the Employees' Pension Committee which represents all employees and provided that a report from a qualified Actuary has been obtained. This is restricted to triennial periods when the valuation of the Plan is being performed, excepting in extraordinary circumstances. However, meetings may be held by the Committee and the Commission at any time to determine suitable amendments.

14. GENERAL

In accordance with the requirements of the Board, a statement will be sent to each contributor showing the individual's estimated projected benefits and accumulated contributions and interest to December 31, 1981. The number of employee members of the Police Pension Plan as at December 31, 1981 total 416 and the number of pensioners as at that date total 51.

A detailed description of the Pension Plan is available for inspection by contributing members of this Plan on the employer's premises.

The Pension Plan File includes:

a) A written explanation of the Pension Plan,
b) The official Plan Text of the Pension Plan,
c) A Statement of Revenues and Expenditures and a reconciliation of the asset values, certified by an accountant, for the Pension Plan for the immediately preceding two years,
d) A summary of the most recent triennial actuarial valuation of the Plan,
e) A copy of the Saskatchewan Pension Benefits Act and Regulations,
f) A detailed Statement of Pension Plan assets not more than one year old detailing both book and market values.

At the time of printing of this report agreement had been reached to amend some of the provisions of the Plan. It was not possible to incorporate these changes at this time but a separate detailed report on the Plan amendments in 1982 will be available in due course.

Attached hereto are the following:

a) City Treasurer's Report of Police Pension Fund for the year 1981.

b) Summary of Additions and Reductions to the Police Pension Fund Reserve

c) Auditors Report and Statement of Revenue & Expenditures

d) Balance Sheet.

e) Schedule of Investments.

POLICE PENSION ADMINISTRATIVE
BOARD 1981.

Sergeant S. Paraschuk, Chairman
Mayor L. P. Schneider, Member
Alderman G. J. Kleisinger, Member
Alderman A. Selinger, Member
Staff Sergeant N. Silzer, Member
Superintendent H. Weber, Member

N. Krasko, Secretary

To: Members of the Administrative Board
Police Pension Plan

Gentlemen:

In accordance with the provisions of Bylaw No. 2993, I am submitting herewith the twenty-fourth Annual Report of the Police Pension Fund for the year 1981.

As at December 31, 1981, the Assets of the Fund amounted to $15,902,000.

Changes in membership of the Plan during the year were as follows:

Contributors

December 31, 1980	398
Added 1981	44
Less:	
Deceased	3
Left Service	17
Transferred	0
Retired	4
Balance December 31, 1981	416

Deferred Pensions

December 31, 1980	6
Added 1981	1
Maintained on Transfer	-
Balance December 31, 1981	7

Pensioners & Survivors

December 31, 1980	46
Added 1981	6
Died 1981	1
Balance December 31, 1981	51

The Police Pension Fund is invested in high grade securities, the distribution of which is as follows:

Investments	Percentage of Total	Book Value
Mortgages	12.36	$ 1,966,000
City of Regina	4.85	772,000
Government of Canada	11.19	1,779,000
Provincial	9.93	1,579,000
Municipal	4.63	736,000
Miscellaneous	2.46	391,000
Corporate	28.31	4,502,000
Other		
Accrued Interest	2.22	354,000
Accounts Receivable	1.94	308,000
Cash Deposits	22.11	3,515,000
	100.00	$15,902,000

For statistical purposes, the average rate of return to the Fund was 10.18% for the year 1981.

The Auditor's Report appears with the Balance Sheet and the Statement of Revenue and Expenditure. A more detailed breakdown of the additions and reductions to the Fund for the year 1981 is also attached.

Respectfully submitted,

J. Hugh Jenkins,
Acting City Treasurer.

STATEMENT OF POLICE PENSION FUND RESERVE

ADDITIONS

ADDITIONS TO RESERVE IN 1981

Employee Regular Contributions	670,014	
Employee Regular Contributions Receivable	121,942	$ 791,956
Employer Regular Contributions	687,542	
Employer Regular Contributions Receivable	165,916	853,458
Employee Special Contributions	980	
Employee Special Contributions Receivable	9,473	10,453
Employer Special Payments		61,100
Interest Earnings Received	1,067,150	
Interest Earnings Accrued	354,503	1,421,653
Total Additions		$3,138,620

INTEREST EARNINGS BREAKDOWN

Type	Total
Mortgages	$ 246,947
City of Regina	82,217
Government of Canada	117,130
Provincial	32,742
Municipal	70,727
Miscellaneous	49,357
Corporate	380,131
Short Term	442,402
	$1,421,653

STATEMENT OF POLICE PENSION FUND RESERVE
REDUCTIONS

REDUCTIONS TO RESERVE IN 1981

Pensions Paid		$ 508,712
Contributions and Interest Refunded		83,437
Investment Expense		3,797
Bank and Safekeeping Charges		1,446
Actuarial Expense		24,158
Administration Expense:		
Salaries	$ 11,000	
Stationery, Supplies & Duplicating	1,448	
Memberships, Periodicals & Subscriptions	175	
Travel, Seminars	1,809	
City Treasurer's Fees	4,253	
Provincial Treasurer's Fees	100	
Audit Fees	300	19,085
Total Reductions		$ 640,810

NET ADDITION TO RESERVE IN 1981

Additions	$3,138,620	
Less Reductions	640,810	$ 2,497,810
Balance Forward from 1980		13,379,099
Pension Fund Reserve, December 31, 1981		$15,876,909

Deloitte
Haskins+Sells

Chartered Accountants

Royal Bank Building
600 – 2010 11th Avenue
Regina, Saskatchewan S4P 0J3
(306) 525-9871

To the Sinking Fund Trustees of the
City of Regina:

We have examined the balance sheet of The Regina Police Superannuation and Benefit Plan as at December 31, 1981 and the statement of revenue, expenditure and plan balance for the year then ended. Our examination was made in accordance with generally accepted auditing standards and, accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Plan as at December 31, 1981 and the results of its operations for the year then ended in accordance with accounting principles described in Note 1 applied on a basis consistent with that of the preceding year.

Deloitte Haskins + Sells

Auditors

April 17, 1982

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

BALANCE SHEET

DECEMBER 31, 1981

ASSETS

	1981	1980
CURRENT ASSETS		
Cash	$2,015,000	$ 665,000
Term Deposits	1,500,000	1,600,000
Accounts Receivable	308,000	170,000
Accrued Interest	354,000	253,000
	4,177,000	2,688,000
INVESTMENTS (Schedule 1)		
City of Regina	772,000	843,000
Municipal	736,000	461,000
Government of Canada	1,779,000	1,014,000
Provincial	1,579,000	1,772,000
School	276,000	326,000
Hospital	115,000	122,000
Corporate	4,502,000	3,723,000
Mortgages	1,966,000	2,455,000
	11,725,000	10,716,000
	$15,902,000	$13,404,000

LIABILITIES

LIABILITIES		
Accounts Payable	$ 25,000	$ 25,000

PLAN BALANCE

PLAN BALANCE	15,877,000	13,379,000
	$15,902,000	$13,404,000

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

STATEMENT OF REVENUE, EXPENDITURE AND PLAN BALANCE

YEAR ENDED DECEMBER 31, 1981

	1981	1980
REVENUE		
Contributions	$ 1,717,000	$ 1,445,000
Investment	1,422,000	1,216,000
	3,139,000	2,661,000
EXPENDITURE		
Pensions	509,000	436,000
Refunds	83,000	94,000
Actuarial	24,000	27,000
Administrative	25,000	20,000
	641,000	577,000
INCREASE IN PLAN BALANCE FOR THE YEAR	2,498,000	2,084,000
PLAN BALANCE, BEGINNING OF YEAR	13,379,000	11,295,000
PLAN BALANCE, END OF YEAR	$15,877,000	$13,379,000

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1981

1. Summary of Significant Accounting Policies

Investments have been recorded at the lower of cost or par value. Under this policy premiums paid in acquiring an investment are written off at the time of purchase. Discounts are not recognized in the accounts until they are realized at the time of sale or maturity.

Investment earnings of the Plan are accounted for on the accrual basis with the exception of premiums and discounts.

2. Prior Service Pension Costs

In addition to the regular matching contributions, the City, through the Board of Police Commissioners, must pay into the Regina Police Superannuation and Benefit Plan on a monthly basis each year up to and including 2008 an annualized amount of $64,000 in respect of the initial unfunded liability of the Plan.

SCHEDULE 1

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

SCHEDULE OF INVESTMENTS

DECEMBER 31, 1981

Summary	Par Value	Market Value	Book Value
City of Regina	$ 781,000	$ 530,606	$ 772,300
Municipal	740,000	573,209	735,717
Government of Canada	1,821,000	1,554,520	1,779,263
Provincial	1,695,000	1,242,026	1,579,199
School	276,000	248,723	275,550
Hospital	115,000	69,805	115,000
Corporate	4,759,000	3,426,532	4,502,382
Mortgages	1,966,187	1,965,836	1,965,836
TOTAL	$12,153,187	$ 9,611,257	$11,725,247

Analysis	Rate	Maturity	Par Value	Market Value	Book Value
City of Regina Debentures:					
Bylaw 2996	5 3/4	Aug. 1/82	$ 1,000	$ 939	$ 940
Bylaw 2994	5 3/4	Aug. 1/82	1,000	939	987
Bylaw 3024 & 3070	5	Jun. 2/83	1,000	860	800
Bylaw 3025 & 3071	5	Jun. 2/83	3,000	2,581	2,715
Bylaw 3146 & 3170	5 3/4	Mar. 1/84	27,000	21,921	24,508
Bylaw 4069 & 4163	6 1/4	Apr. 1/87	50,000	32,565	44,350
Bylaw 6511	10 3/8	Sep.15/94-96	698,000	470,801	698,000
TOTAL CITY OF REGINA DEBENTURES			$ 781,000	$ 530,606	$ 772,300

	Rate	Maturity	Par Value	Market Value	Book Value
Municipal Debentures:					
City of Edmonton	8 1/2	May 15/92	$100,000	$ 61,190	$100,000
City of Estevan	6	Feb. 1/82-83	6,000	5,629	6,000
City of Estevan	7 3/4	Nov. 1/82-83,85	31,000	25,646	30,349
City of Estevan	7 3/4	May 1/87	10,000	6,834	9,617
City of Prince Albert	6 3/4	Jun. 1/83-85	20,000	16,066	20,000
City of Saskatoon	5 1/2	Mar. 1/82	7,000	6,867	6,746
City of Saskatoon	6	Feb. 1/86	3,000	2,096	2,951
City of Saskatoon	5 1/2	Jun.15/88	25,000	14,388	25,000
City of Saskatoon	7 1/2	Nov. 1/92	25,000	13,885	24,875
City of Saskatoon	9	Nov. 1/94	25,000	15,202	24,635
City of Saskatoon	9 1/2	Oct. 1/82-95	67,000	47,771	67,000
City of Saskatoon	14 1/2	Apr. 1/82-96	300,000	276,120	300,000
City of Winnipeg	9 3/4	Mar.17/95	100,000	64,630	100,000
Town of Maple Creek	6	Jun.15/82	9,000	8,561	7,230
Town of Maple Creek	6	Jul.15/83	2,000	1,712	1,589
Town of Unity	7	Oct. 1/86-87	10,000	6,612	9,725
TOTAL MUNICIPAL DEBENTURES			$ 740,000	$ 573,209	$ 735,717
Government of Canada Bonds:					
Government of Canada	4 1/2	Sep. 1/83	$ 13,000	$ 11,180	$ 11,732
Government of Canada	14 1/2	May 1/86/91	1,000,000	995,000	991,844
Government of Canada	5 1/4	May 1/90	8,000	4,340	7,890
Government of Canada	10 1/4	Feb. 1/04	800,000	544,000	767,797
TOTAL GOVERNMENT OF CANADA BONDS			$1,821,000	$1,554,520	$1,779,263

	Rate	Maturity	Par Value	Market Value	Book Value
Provincial Bonds:					
Manitoba Telephone System	7 7/8	Nov.15/91	$ 50,000	$ 31,840	$ 49,500
Ontario Hydro Electric	13 1/4	Mar.25/85	500,000	474,400	500,000
Ontario Hydro Electric	6	Apr.15/88	25,000	16,188	25,000
Ontario Hydro Electric	8 1/4	Jul.21/96	85,000	50,260	85,000
Ontario Hydro Electric	7 3/8	Feb. 1/97	100,000	54,000	99,000
Ontario Hydro Electric	10 1/4	Jan.29/01	220,000	144,936	143,000
Pacific Great Eastern Railway	5	Dec. 2/82	10,000	9,072	9,400
Province of Newfoundland	9 3/4	Nov.15/90	70,000	48,601	70,000
Province of Newfoundland	6	Jul. 5/91	20,000	10,148	20,000
Province of Newfoundland	8 1/8	Dec.15/93	105,000	60,050	104,212
Province of Nova Scotia	5 1/4	Sep. 1/82	20,000	18,630	19,300
Province of P. E. I.	7 1/2	Jun.15/88	20,000	13,162	19,600
Province of Quebec	5 1/2	Jun.15/86	20,000	13,140	19,525
Province of Quebec	6	Oct.15/88	15,000	8,574	14,925
Province of Quebec	5 1/2	Apr. 1/90	50,000	26,690	49,312
Province of Quebec	10 3/5	May 1/94	110,000	75,537	79,937
Province of Saskatchewan	5 1/2	Feb.15/82	50,000	49,385	49,738
Province of Saskatchewan	5 1/2	Dec. 1/85	25,000	17,908	25,000
Province of Saskatchewan	7 3/4	Feb.15/98	150,000	79,290	148,125
Quebec Hydro Electric	5 1/2	Mar. 1/84	50,000	40,215	48,625
TOTAL PROVINCIAL BONDS			$1,695,000	$1,242,026	$1,579,199
School Debentures:					
Graton R.C.S.S.D. #13	6 3/4	Jul.15/82	$ 20,000	$ 18,886	$ 19,550
Meadow Lake S.D. #66	12 5/8	Sep.15/82-87	256,000	229,837	256,000
TOTAL SCHOOL DEBENTURES			$ 276,000	$ 248,723	$ 275,550
Hospital Debentures:					
Seven Oaks General Hospital	10	Oct.2/94-98	$ 115,000	$ 69,805	$ 115,000

	Rate	Maturity	Par Value	Market Value	Book Value
Corporate Bonds:					
Bank Canadian National	10 2/5	May 15/86	$ 350,000	$ 284,690	$ 350,000
B.C. Municipal Finance Auth.	12 1/4	Dec. 6/99	250,000	182,500	248,750
B.C. Telephone Co.	9 5/8	Nov.15/92	50,000	33,420	50,000
Bell Telephone Co. of Canada	6 1/8	Jul.15/87	15,000	9,687	9,770
Bell Telephone Co. of Canada	8	Apr.14/93	25,000	14,690	13,260
Bell Telephone Co. of Canada	8	Nov.15/94	75,000	42,645	40,763
Bell Telephone Co. of Canada	10	Jun. 3/96	75,000	49,785	75,000
Domtar Ltd.	11	Aug. 1/95	100,000	71,500	100,000
GMAC	13 1/2	Feb.15/86/91	500,000	467,500	500,000
Hudson Bay Acceptance	13 3/4	Feb. 1/01	220,000	182,050	217,800
Imperial Oil Ltd.	7 3/4	Feb.15/92	175,000	104,912	173,469
Imperial Oil Ltd.	10 5/8	Aug.15/94	140,000	100,982	139,300
Inland Natural Gas Co. Ltd.	9 7/8	Nov.30/97	200,000	124,260	200,000
Marathon Realty Co. Ltd.	10	Nov. 1/98	300,000	181,890	300,000
New Brunswick Tel. Co. Ltd.	9 1/2	Apr.15/96	100,000	61,250	99,500
Nu-West Development Corp. Ltd.	11 1/4	May 15/97/87	250,000	185,950	250,000
Nu-West Development Corp. Ltd.	11 1/4	Apr.30/98/86	250,000	194,075	250,000
Oshawa Group Ltd.	9 1/4	Jun.15/91	25,000	15,622	23,125
Toronto Dominion Bank	10 9/20	Mar.15/89	250,000	190,000	250,000
Toronto Eaton Centre	9 1/2	Feb. 1/00	125,000	78,600	116,562
Toronto Eaton Centre	10	Apr. 1/00	30,000	19,725	30,000
Trans Alta Utilities Ltd.	10 1/2	Feb. 1/00	100,000	68,790	100,000
TransCanada PipeLines Ltd	9 1/4	Jul. 2/92	30,000	19,854	30,000
TransCanada PipeLines Ltd.	8 7/8	May 1/93	100,000	63,210	99,500
TransCanada PipeLines Ltd.	11 1/2	Jan.20/95	100,000	76,630	99,500
Union Gas Ltd.	11 3/8	Sep.15/95	100,000	69,500	100,000
Westcoast Trans. Co. Ltd.	8 1/2	Apr.15/93	45,000	27,405	27,477
Westcoast Trans. Co. Ltd.	9 7/8	Sep. 1/98	710,000	452,625	558,878
Westcoast Trans. Co. Ltd.	12 1/4	Jul.15/00	69,000	52,785	49,728
TOTAL CORPORATE BONDS			$4,759,000	$3,426,532	$4,502,382

	Rate	Maturity	Par Value	Market Value	Book Value
Mortgages:					
Eaton Bay Trust #68	10 1/2, 10 3/4		$ 438,739	$ 438,388	$ 438,388
Eaton Bay Trust #82	10 1/2-11		191,669	191,669	191,669
Fidelity Trust #3257	9 1/4-11 1/2		72,326	72,326	72,326
Fidelity Trust #3209	9 1/4-11 1/2		27,638	27,628	27,628
Guaranty Trust	9 1/4		30,000	30,000	30,000
Morguard Trust	9 1/2-10 2/5		881,075	881,075	881,075
Royal Bank	9		78,808	78,808	78,808
Western Capital Trust	10 5/8		245,932	245,932	245,932
TOTAL MORTGAGES			$1,966,187	$1,965,836	$1,965,836

Number/
Numéro

2

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN FINANCIAL STATEMENTS

DECEMBER 31, 1982

May 17, 1983

Twenty-fifth Annual Report
The Regina Police Superannuation and Benefit Plan

To: Chairman and Members of the Police Pension Administrative Board.

Gentlemen:

Submitted herewith is the twenty-fifth Annual Report of the Regina Police Pension Plan for the year ending December 31, 1982.

The following is a brief description of the Plan as constituted by Bylaw 2993 and amendments thereto.

1. MEMBERSHIP

All permanent employees of the Regina Board of Police Commissioners are members of the Plan provided they are under age 45 years at date of entry into the service of the Board. (Benefits and privileges for male and female members are identical).

2. CONTRIBUTIONS

Effective as and from January 1, 1982 the contribution rates, as a percentage of salary are as follows:

Employee

Base Salary			Excess Salary		
Pension	Ancillary	Total	Pension	Ancillary	Total
4.18%	1.70%	5.88%	5.68%	1.70%	7.38%

Commission

Base Salary Pension	Excess Salary Pension
6.38%	7.88%

The base salary is the salary earned up to the year's maximum pensionable earnings allowed under the Canada Pension Plan. The excess is the salary earned over the allowed Canada Pension Plan amount.

3. NORMAL RETIREMENT AND DISABILITY

a) Regular retirement at age 60

b) If disabled in the line of duty or otherwise, the total pension benefit, based on service to date of disability plus the projected service to age 60, is payable immediately.

Based on medical reports, required on not less than an annual basis, disability benefit payments may be paid for the duration of the disability or to age 60 if a member has more than 10 years of service at his date of disability, or for a maximum 5 year period if he has less than 10 years of service at the date of disability. Total disability benefits may be reduced to partial disability benefits based on physicians medical reports and as approved by the Administrative Board.

There is a waiting period of 120 calendar days or the date sick leave expires if later, before disability payments can be commenced. Workers' Compensation Board benefits which are being paid for the same disability are deducted from the Police Plan disability payments, excepting where such person had completed 25 or more years of service, or following such person's 55th birthday.

Line of Duty Disability has been defined so as to provide that 100% benefits are payable to an employee where disability prevents him from performing the duties of his own occupation, for the first year. Thereafter, 100% benefits are payable only if the employee is disabled from performing the duties of any occupation for which he is reasonably well qualified by education, training and experience. In other words, the 100% benefit can be reduced after one year to pay partial benefits, based on ratings of the percentage degree of disability in accordance with the Physicians Reports. The definition of 'Other Disability' provides for the payment of 100% disability benefits if a member is unable to perform the duties of any occupation. Therefore, partial disability benefits based on a partial disability rating may be established sooner if a member is disabled only from performing his own duties, if the injury or illness is not job related.

All employees disabled subsequent to June 1, 1982, must continue their contributions into the Police Pension Plan during the entire period they are in receipt of disability payments from the Plan. This entitles the person to a recalculated pension benefit at age 60, or

earlier retirement date. This benefit is also available to persons disabled prior to June 1, 1982, who have not attained their sixtieth birthday, but on an optional elective basis.

4. OPTIONAL RETIREMENT

a) At any age after 25 years of service, full pension based on actual service.

b) At age 55 years regardless of amount of service, full pension based on actual service.

5. AMOUNT OF PENSION

Payments Prior to age 65 -

For all service - 2% of the employee's average salary (highest three consecutive years) multiplied by the number of years of service and fraction thereof, subject to any actuarial reduction that may be applied if other than a single life form of pension is elected, and subject to the maximum detailed below.

Payments after age 65 -

The pension is recalculated at age 65 to provide payments on the basis of 2% of the employee's average salary (highest three consecutive years) multiplied by the number of years of service, and fraction thereof, prior to January 1, 1966, plus for all service subsequent to January 1, 1966, 1.26% of the average salary (highest three consecutive years) up to the Canada Pension Plan maximum annual salary, and 2% of the same average salary in excess of the Canada Pension Plan maximum annual salary multiplied by the number of years of service, and fraction thereof, sub

sequent to January 1, 1966, subject to any actuarial reduction that may be applied and subject to the maximum detailed below.

Maximum -

The maximum single life pension payable on a single life basis, as determined above, shall not exceed 70% of the average of the employee's highest three consecutive years of salary.

Pension Increases -

All retired members effective as and from January 1, 1982 receive cost of living benefits effective the first of the calendar year following receipt of at least twelve continuous calendar months of pension payments. The cost of living benefits are now defined as one-half the annual increase in the Consumer Price Index (Canada) as at August 31st of the previous calendar year, to a maximum annual increase of 3.00% per annum. There is no dollar maximum or minimum benefit applied other than the 3.00% maximum to any one retired member.

6. ELECTION OF TYPE OF PENSION

For Employees With A Spouse Who Retire Subsequent to July 1, 1981 -

The normal form of pension for an employee with a spouse at his date of retirement is on a joint and survivor basis which continues for the life of the pensioner, and after death of the pensioner continues

to be paid at the rate of 50% to the spouse for life. This pension is an actuarial equivalent and the employee can elect to have the payments continue after death at a rate in excess of 50%.

For Employees Without A Spouse Who Retire Subsequent to July 1, 1981 -

The normal form of pension for an employee without a spouse is a pension payable for the life of the retired employee only. Such employee may elect an actuarially reduced life pension guaranteed for a stated minimum number of years.

A retiring employee may elect to integrate his monthly pension payable under this Plan with the expected benefits payable under the Old Age Security Act and/or the Canada Pension Plan.

7. DEATH BENEFITS

a) While In Service Prior To Retirement

Where death occurs on or after June 1, 1982, regardless of the length of service completed, the employees' spouse may elect to receive in final discharge of all rights under the Plan, a lump sum of the total of the deceased employee's pension contributions and voluntary contributions, plus interest, plus 50% of the ancillary contributions. Alternatively, an immediate life pension may be elected by the spouse, based on such deceased persons accrued pension, based on service to date of death, reduced for the adjustment to the Joint and Survivorship no reduction form of pension payments. If a life pension is elected and the spouse dies, or if

there is no spouse but there are dependent children, the payments are made to the dependent children, while dependent,
and all such pension payments are subject to the cost of living increases.

The above provisions also apply to employees who terminate on or after July 1, 1981 and remain entitled to deferred pension benefits.

b) Following Commencement Of Pension Payments

Where a person retires on or after July 1, 1981, and is legally married at the date of commencement of his pension payments, the pension elected must be one that will provide not less than 50% of such pension to the surviving spouse following the death of the pensioner. Such pension payments are payable to the spouse immediately, following the death of the pensioner, and are payable for the lifetime of such spouse. Following the death of such surviving spouse, an accounting is performed and if the total of the employees own pension contributions, plus voluntary contributions, with interest to the date the retirement pension was commenced, had not been paid out by way of pension payments, any unpaid balance is then payable to the Estate.

8. BENEFITS ON TERMINATION OF SERVICE

a) If the employee has not completed ten years of permanent service and has not attained the rule of 45 years, that is, where the employee has completed at least one year of service and his age when added to his service total forty-five years or more, a refund of the employee's own pension contributions plus interest, plus 50% of his ancillary contributions, are payable.

b) Effective January 1, 1984, where a terminated employee, regardless of age, has completed five or more years of permanent service, or has completed at least one year of service and such employee's age when added to his service totals forty-five years or more, the contributions of such employee will be locked-in to provide a non-revokable deferred pension with payments commencing the day following such person's 60th birthday, on a full regular basis, or prior to that date, at such employee's option and as provided by the Plan, on an actuarially equivalent basis.

The lock-in provisions allow the terminated employee to elect to receive a refund of 50% of his own accumulated pension contributions, plus interest to date of refund. The balance of contributions and adjusted deferred pension benefits are vested and locked-in.

9. PRIOR SERVICE

Where an employee enters into service with the Board of Police Commissioners and had previously been employed by the Regina Board of Police Commissioners, he may within a stipulated time period elect to reinstate his previous service by making payment into the fund the monies due for such prior service.

10. TRANSFERS

The plan provides pension benefit protection to employees of the Board of Police Commissioners who terminate and transfer into service with the City of Regina or any other Board then participating in the Regina Civic Employees' Superannuation and Benefit Plan.

11. ADMINISTRATIVE BOARD

The plan is administered by a board of six members consisting of three of the elected members of City Council who are appointed to the Board of Police Commissioners together with two employee representatives of the Regina City Policemen's Association, and one representative from the officers of the Regina Police Department who hold the rank of Inspector or higher.

12. DISBURSEMENT AND INVESTMENTS

All monies due the Fund are kept separate and apart from other funds of the City. The City Treasurer is Treasurer of the Fund. The Administrative Board is empowered to approve pensions and other expenditures from the Fund. The Sinking Fund Trustees are authorized to make investments in accordance with the investment requirements contained in the Canadian and British Insurance Companies Act and the Pension Benefits Act of Saskatchewan.

13. AMENDING OF BYLAW (PLAN)

The Bylaw may be amended by majority vote of all the members of City Council on recommendation of the Commission, after amendments have been agreed to in writing by a majority of the members of the Employees' Pension Committee which represents all employees, and provided that a report from a qualified Actuary has been obtained. This is restricted to triennial periods when the valuation of the Plan is being performed, excepting in extraordinary circumstances. However, meetings may be held by the Committee and the Commission at any time to determine suitable amendments.

14. GENERAL

In accordance with the requirements of the Board, a statement is sent to each contributor showing the individual's estimated projected benefits and accumulated contributions and interest to December 31, 1982. The number of employee members of the Police Pension Plan as at December 31, 1982 total 431 and the number of pensioners as at that date total 59.

A detailed description of the Pension Plan is available for inspection by contributing members of this Plan on the employer's premises.

The Pension Plan File includes:

a) A written explanation of the Pension Plan,
b) The official Plan Text of the Pension Plan,
c) A Statement of Revenues and Expenditures and a reconciliation of the asset values, certified by an accountant, for the Pension Plan for the immediately preceding two years,
d) A summary of the most recent triennial actuarial valuation of the Plan,
e) A copy of the Saskatchewan Pension Benefits Act and Regulations,
f) A detailed Statement of Pension Plan assets not more than one year old, detailing both book and market values.

Attached hereto are the following:

a) Summary of Additions and Reductions to the Police Pension Fund Reserve as prepared by the Pension and Benefits Department.

b) City Treasurer's Report of Police Pension Fund for the year 1982.

c) Auditors Report and Statement of Revenue & Expenditures.

d) Balance Sheet.

e) Schedule of Investments.

POLICE PENSION ADMINISTRATIVE
BOARD 1982.

Sergeant S. Paraschuk, Chairman
Mayor L. P. Schneider, Member
Alderman G. Kleisinger, Member
Alderman J. McKeown, Member
Inspector C. Just, Member
Staff Sergeant N. Silzer, Member

N. Krasko, Secretary

To: Members of the Administrative Board
Police Pension Plan

Gentlemen:

In accordance with the provisions of Bylaw No. 2993, I am submitting herewith the twenty-fifth Annual Report of the Police Pension Fund for the year 1982.

The assets of the Police Pension Fund are distributed as follows:

Investments	Percentage of Total	Book Value
Mortgages	6.33	$ 1,207,309
City of Regina	4.04	770,373
Government of Canada	9.09	1,734,233
Provincial	15.60	2,975,441
Municipal	3.65	696,993
Equities	11.03	2,103,078
Corporate	22.68	4,324,627
School	1.15	220,000
Other		
Accrued Interest	1.83	348,616
Accounts Receivable	.86	164,640
Cash	.92	173,043
Term Deposits	22.82	4,352,834
	100.00	$19,071,187

EARNINGS BREAKDOWN

Type	Total
Mortgages	$ 182,447
City of Regina	77,413
Government of Canada	242,468
Provincial	208,678
Municipal	80,851
Miscellaneous	670
Corporate	238,411
Short Term	691,554
Dividend Income	21,189
Past Service	1,787
	$1,745,468

The Auditor's Report appears with the Balance Sheet and the Statement of Revenue and Expenditure. A comparison of the rate of return of the Fund over the last four year period, on a Market Value basis, is as follows:

Year	1979	1980	1981	1982	4 Year Compound Average Growth Rate
Rate	2.11%	5.59%	9.25%	30.34%	11.31%

Respectfully submitted,

D. A. Fisher
City Treasurer.

Changes in membership of the Plan during the year were as follows:

Contributors

December 31, 1981	418
Added 1982	37
Less:	
Deceased	1
Left Service	13
Transferred	2
Retired	8
Balance December 31, 1982	431

Deferred Pensions

December 31, 1981	7
Added 1982	-
Maintained on Transfer	2
Balance December 31, 1982	9

Pensioners & Survivors

December 31, 1981	51
Added 1982	9
Died 1982	1
Balance December 31, 1982	59

STATEMENT OF POLICE PENSION FUND RESERVE
ADDITIONS

ADDITIONS TO RESERVE IN 1982

Employee Regular Contributions	921,534	
Employee Regular Contributions Receivable	47,675	$ 969,209
Employer Regular Contributions	1,022,723	
Employer Regular Contributions Receivable	97,305	1,120,028
Employee Special Contributions	5,665	
Employee Special Contributions Receivable	173	5,838
Employer Special Payments		63,949
Interest Earnings Received	1,396,852	
Interest Earnings Accrued	348,616	1,745,468
Total Additions		$3,904,492

STATEMENT OF POLICE PENSION FUND RESERVE REDUCTIONS

REDUCTIONS TO RESERVE IN 1982

Pensions Paid		$ 646,947
Contributions and Interest Refunded		31,703
Investment and Equity Mgrs. Expense		8,708
Bank and Safekeeping Charges		2,454
Actuarial Expense		17,707
Administration Expense:		
Salaries	$ 13,700	
Stationery, Supplies & Duplicating	1,275	
Memberships, Periodicals & Subscriptions	261	
Travel, Seminars	1,965	
City Treasurer's Fees	6,000	
Provincial Treasurer's Fees	100	
Audit Fees	892	
Systems Development Cost	13,120	
Medical Exams	50	37,363
Total Reductions		$ 744,882

NET ADDITION TO RESERVE IN 1982

Additions	$3,904,492	
Less Reductions	744,882	$ 3,159,610
Balance Forward from 1981		15,876,909
Pension Fund Reserve, December 31, 1982		$19,036,519

Deloitte
Haskins+Sells

Chartered Accountants

600 Royal Bank Building
2010 - 11th Avenue
Regina, Saskatchewan S4P 0J3

To the Sinking Fund Trustees of the
City of Regina:

We have examined the balance sheet of The Regina Police Superannuation and Benefit Plan as at December 31, 1982 and the statement of revenue, expenditure and plan balance for the year then ended. Our examination was made in accordance with generally accepted auditing standards and, accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Plan as at December 31, 1982 and the results of its operations for the year then ended in accordance with accounting principles described in Note 1 applied on a basis consistent with that of the preceding year.

Deloitte Haskins + Sells.

Auditors

May 5, 1983

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

BALANCE SHEET

DECEMBER 31, 1982

ASSETS

	1982	1981
CURRENT ASSETS		
Cash	$ 173,000	$2,015,000
Term Deposits	4,353,000	1,500,000
Accounts Receivable	165,000	308,000
Accrued Interest	349,000	354,000
	5,040,000	4,177,000
INVESTMENTS (Schedule 1)		
City of Regina	770,000	772,000
Municipal	697,000	736,000
Government of Canada	1,734,000	1,779,000
Provincial	2,975,000	1,579,000
School	220,000	276,000
Hospital	-	115,000
Corporate	4,325,000	4,502,000
Mortgages	1,207,000	1,966,000
Equities	2,103,000	
	14,031,000	11,725,000
	$19,071,000	$15,902,000

LIABILITIES

LIABILITIES		
Accounts Payable	$ 34,000	$ 25,000

PLAN BALANCE

PLAN BALANCE	19,037,000	15,877,000
	$19,071,000	$15,902,000

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

STATEMENT OF REVENUE, EXPENDITURE AND PLAN BALANCE

YEAR ENDED DECEMBER 31, 1982

	1982	1981
REVENUE		
Contributions	$ 2,160,000	$ 1,717,000
Investment	1,745,000	1,422,000
	3,905,000	3,139,000
EXPENDITURE		
Pensions	647,000	509,000
Refunds	32,000	83,000
Actuarial	12,000	24,000
Administrative	54,000	25,000
	745,000	641,000
INCREASE IN PLAN BALANCE FOR THE YEAR	3,160,000	2,498,000
PLAN BALANCE, BEGINNING OF YEAR	15,877,000	13,379,000
PLAN BALANCE, END OF YEAR	$19,037,000	$15,877,000

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 1982

1. Summary of Significant Accounting Policies

Investments have been recorded at the lower of cost or par value. Under this policy premiums paid in acquiring an investment are written off at the time of purchase. Discounts are not recognized in the accounts until they are realized at the time of sale or maturity.

Investment earnings of the Plan are accounted for on the accrual basis with the exception of premiums and discounts.

2. Prior Service Pension Costs

In addition to the regular matching contributions, the City, through the Board of Police Commissioners, must pay into the Regina Police Superannuation and Benefit Plan on a monthly basis each year up to and including 2008 an annualized amount of $64,000 in respect of the initial unfunded liability of the Plan.

SCHEDULE 1

THE REGINA POLICE SUPERANNUATION AND BENEFIT PLAN

SCHEDULE OF INVESTMENTS

DECEMBER 31, 1982

Summary	Par Value	Market Value	Book Value
Bonds and Mortgages			
Regina	$ 779,000	$ 677,689	$ 770,373
Municipal	699,000	656,902	696,993
Canada	1,863,000	1,793,392	1,734,232
Provincial	3,121,799	3,117,006	2,975,441
School	220,000	224,730	220,000
Corporate	5,008,000	4,170,551	4,324,627
Mortgages	1,207,309	1,207,309	1,207,309
Total Bonds & Mortgages	$12,898,108	$11,847,579	$11,928,975
Equities - Canadian		2,141,854	1,772,325
- American		327,564	330,750
Total Equities		2,469,418	2,103,075
TOTAL		$14,316,997	$14,032,050

Analysis	Rate	Maturity	Par Value	Market Value	Book Value
Regina Debentures:					
Bylaw 3024 & 3070	5	Jun. 2/83	$ 1,000	$ 975	$ 800
Bylaw 3025 & 3071	5	Jun. 2/83	3,000	2,923	2,715
Bylaw 3146 & 3170	5 3/4	Mar. 1/84	27,000	25,402	24,508
Bylaw 4069 & 4163	6 1/4	Apr. 1/87	50,000	40,920	44,350
Bylaw 6511	10 3/8	Sep.15/94-96	698,000	607,469	698,000
TOTAL REGINA DEBENTURES			$ 779,000	$ 677,689	$ 770,373

	Rate	Maturity	Par Value	Market Value	Book Value
Municipal Debentures:					
Edmonton	8 1/2	May 15/92	$ 100,000	$ 80,590	$ 100,000
Estevan	6	Feb. 1/83	3,000	2,986	3,000
Estevan	7 3/4	Nov. 1/83,85	19,000	17,803	18,601
Estevan	7 3/4	May 1/87	10,000	8,548	9,617
Maple Creek	6	Jul.15/83	2,000	1,942	1,589
Prince Albert	6 3/4	Jun. 1/83-85	20,000	18,750	20,000
Saskatoon	6	Feb. 1/86	3,000	2,595	2,951
Saskatoon	5 1/2	Jun.15/88	25,000	18,793	25,000
Saskatoon	7 1/2	Nov. 1/92	25,000	17,973	24,875
Saskatoon	9	Nov. 1/94	25,000	19,755	24,635
Saskatoon	9 1/2	Oct. 1/83-95	64,000	56,320	64,000
Saskatoon	14 1/2	Apr. 1/83-96	293,000	320,396	293,000
Winnipeg	9 3/4	Mar.17/95	100,000	82,125	100,000
Unity	7	Oct. 1/86-87	10,000	8,326	9,725
TOTAL MUNICIPAL DEBENTURES			$ 699,000	$ 656,902	$ 696,993
Canada Bonds:					
Canada	4 1/2	Sep. 1/83	$ 13,000	$ 12,642	$ 11,732
Canada	10 3/4	Oct. 1/85	250,000	254,250	250,000
Canada	13	Oct.15/87	250,000	270,000	250,000
Canada	11 3/4	Dec.15/92	250,000	256,875	246,250
Canada	10 1/4	Feb. 1/04	1,100,000	999,625	976,250
TOTAL CANADA BONDS			$1,863,000	$1,793,392	$1,734,232

	Rate	Maturity	Par Value	Market Value	Book Value
Provincial Bonds:					
B.C. Municipal Finance Auth.	13 5/8	Apr.29/86/01	$1,100,000	$1,171,500	$1,046,375
B.C. Municipal Finance Auth.	12 1/4	Dec. 6/99	250,000	242,813	248,750
Newfoundland & Labrador Hydro	15 1/4	Sep.15/87	200,000	218,000	200,000
Ontario Hydro Electric	13 1/4	Mar.25/85	500,000	526,250	500,000
Ontario Hydro Electric	9	Jun.30/95	125,000	102,656	80,775
Ontario Hydro Electric	8 1/4	Jul.21/96	85,000	65,025	85,000
P. E. I.	7 1/2	Jun.15/88	20,000	16,680	19,600
Quebec	5 1/2	Jun.15/86	45,000	38,327	36,843
Quebec	6	Oct.15/88	15,000	11,847	14,925
Quebec	5 1/2	Apr. 1/90	50,000	35,563	49,312
Quebec	10 3/5	May 1/94	106,799	96,717	77,611
Quebec Hydro Electric	5 1/2	Mar. 1/84	50,000	47,185	48,625
Saskatchewan	5 1/2	Dec. 1/85	25,000	22,038	25,000
Saskatchewan	7 3/4	Feb.15/98	150,000	108,405	148,125
Saskatchewan	13	Dec. 1/02	400,000	414,000	394,500
TOTAL PROVINCIAL BONDS			$3,121,799	$3,117,006	$2,975,441
School Debentures:					
Meadow Lake S.D. #66	12 5/8	Sep.15/83-87	$ 220,000	$ 224,730	$ 220,000

	Rate	Maturity	Par Value	Market Value	Book Value
Corporate Bonds:					
B.C. Telephone Co.	9 5/8	Nov.15/92	$ 50,000	$ 41,960	$ 50,000
Bell Telephone Co. of Canada	8	Apr.14/93	132,000	99,647	76,230
Bell Telephone Co. of Canada	8 1/8	May 1/94	220,000	165,000	125,752
Bell Telephone Co. of Canada	8	Nov.15/94	175,000	129,045	97,153
Cdn. Imperial Bank of Commerce	9 1/4	Feb.15/98/88	125,000	113,594	90,650
Genstar Limited	11 3/4	Jun. 1/95	191,000	163,544	139,654
GMAC	13 1/2	Feb.15/86/91	500,000	515,000	500,000
Hudson Bay Acceptance	13 3/4	Feb. 1/01	220,000	202,125	217,800
Inland Natural Gas Co. Ltd.	9 7/8	Nov.30/97	300,000	237,750	266,380
Marathon Realty Co. Ltd.	10	Nov. 1/98	610,000	491,050	538,824
National Bank of Canada	10 2/5	May 15/86	350,000	339,395	350,000
Nu-West Development Corp. Ltd.	11 1/4	May 15/97/87	250,000	139,063	250,000
Nu-West Development Corp. Ltd.	11 1/4	Apr.30/98/86	250,000	153,750	250,000
Rio Algom Ltd.	11 1/2	Jul.15/95	250,000	231,875	187,125
Toronto Dominion Bank	10 9/20	Mar.15/89	250,000	236,250	250,000
Toronto Eaton Centre	9 1/2	Feb. 1/00	155,000	121,869	133,962
Trans Alta Utilities Ltd.	10 1/2	Feb. 1/00	100,000	85,375	100,000
Union Gas Ltd.	11 3/8	Sep.15/95	100,000	88,500	100,000
Westcoast Trans. Co. Ltd.	8 1/2	Apr.15/93	70,000	54,859	42,219
Westcoast Trans. Co. Ltd.	9 7/8	Sep. 1/98	710,000	560,900	558,878
TOTAL CORPORATE BONDS			$5,008,000	$4,170,551	$4,324,627
Mortgages:					
Fidelity Trust #3257	10 1/2-14 3/4		$ 67,775	$ 67,775	$ 67,775
Guaranty Trust	9 1/4		28,968	28,968	28,968
Morguard Trust	9 7/8-19 1/8		789,808	789,808	789,808
Royal Bank	9		74,826	74,826	74,826
Western Capital Trust	10 5/8		245,932	245,932	245,932
TOTAL MORTGAGES			$1,207,309	$1,207,309	$1,207,309

	Dividend	Shares	Par Value	Market Value	Book Value
Common Stocks					
CANADIAN					
Alberta Energy Co. Ltd.	.20	3,200		$ 48,000	$ 51,258
B P Canada Inc.	1.20	2,000		86,000	45,383
Bank of Nova Scotia	1.84	1,500		52,500	31,866
Baton Broadcasting Inc.	.30	5,000		61,250	45,438
Becker Milk Company Ltd.	.55	4,000		65,000	57,174
Bell Canada	2.08	3,500		85,313	70,398
CAE Industries Ltd.	.20	5,000		47,500	47,911
Canadian Tire Corp. Ltd.	1.00	1,320		68,640	42,002
Consumers Gas Company	1.40	3,000		55,125	48,826
Continental Bank of Canada	.40	5,500		57,750	47,360
Dominion Stores Ltd.	1.00	3,000		55,500	42,430
Federal Pioneer Ltd.	2.00	1,000		57,000	49,122
Greyhound Lines of Canada Ltd.	1.20	2,400		55,800	56,778
Gulf Canada Ltd.	.44	3,600		52,650	48,541
Hiram Walker Resources Ltd.	1.32	4,500		88,875	77,301
Hudson Bay Company	.60	2,000		36,500	37,309
Imasco Ltd.	.80	7,200		215,100	182,776
Imperial Oil Ltd.	1.40	2,600		74,750	62,123
Moore Corp. Ltd.	2.00(U.S.)	1,600		82,400	56,275
Norcen Energy Res. Ltd.	1.00	1,500		43,688	49,521
PanCanadian Petroleum Ltd.	3.60	1,000		87,000	75,277
Pembina Pipe Line Ltd.		3,500		32,375	31,248
Reed Stenhouse Cos.	.60	3,000		42,000	42,526
Rothmans Pall Mall Canada	1.60	2,000		81,000	54,311
Royal Bank of Canada	2.00	2,000		57,000	38,562
Seagram Company Ltd.	1.80(U.S.)	700		63,525	40,783
Selkirk Communication Ltd.	.30	4,000		40,000	39,255
Southam Inc.	1.60	2,300		73,600	62,709
Texaco Canada Inc.	1.00	1,900		53,438	52,867
Toronto Dominion Bank	2.00	1,000		39,750	40,125

	Dividend	Shares	Par Value	Market Value	Book Value
CANADIAN (con't)					
TransAlta Utilities Corp.	1.20	4,000		88,000	61,999
TransCanada PipeLines Co. Ltd.	1.28	200		5,450	5,367
Union Carbide Canada Ltd.	.47	2,500		29,375	27,842
Woodward Stores Ltd.	.59	4,000		60,000	49,662
				$2,141,854	$1,772,325
UNITED STATES					
A.T.&T.	5.40	300		$ 21,894	$ 23,353
Black & Decker Mfg. Co.	.52	700		15,596	15,118
Caterpillar Tractor	1.50	200		9,864	11,349
Diebold Inc.	1.00	200		18,316	17,730
Dow Chemical Company	1.80	400		12,724	13,449
Eastman Kodak Company	3.00	100		10,571	11,248
Exxon Corporation	3.00	400		14,628	14,848
Halliburton Company	1.60	200		8,696	7,611
Honeywell Inc.	3.60	100		10,494	11,294
I.B.M.	3.44	200		23,662	22,223
Johnson & Johnson	1.00	200		12,212	11,336
Eli Lilly & Co.	2.60	200		14,136	14,791
Merck & Co. Inc.	2.80	200		20,804	20,927
Minnesota Mining & Mfg.	3.20	200		18,438	18,099
Mooil Corporation	2.00	600		18,528	18,874
N.L. Industries Inc.	1.00	400		9,036	9,200
R.J. Reynolds Industries	3.00	500		31,345	31,586
Richardson Vicks Inc.	1.48	300		9,957	11,883
Schlumberger Ltd.	.96	300		17,193	15,524
Sears Roebuck & Co.	1.36	400		14,812	15,148
Standard Oil of Indiana	2.80	300		14,658	15,159
				$ 327,564	$ 330,750

POOR

QUALITY

ORIGINAL